

DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS

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**ADP BULLETIN**

Title Fiscal Year 2006-07 Governor's Budget (Preliminary) Allocation, 1.0		Issue Date: March 3, 2006 Expiration Date: N/A	Issue No. 06-02
Deputy Director Approval MICHAEL S. CUNNINGHAM Deputy Director Program Services Division	Function: [] Information Management [] Quality Assurance [] Service Delivery [X] Fiscal [] Administration	Supersedes Bulletin/ADP Letter No. N/A	

PURPOSE

This bulletin transmits the Fiscal Year (FY) 2006-07 Governor's Budget (Preliminary) Allocation to counties for informational and planning purposes. The enclosed allocation of funds is contingent upon enactment of the FY 2006-07 Budget Act, federal appropriations, and executed State/County contracts. After the FY 2006-07 Budget is enacted, a final notice will be sent to reflect any adjustments.

This bulletin includes five exhibits: (A) Overview of Program, Funding, and Allocation Methodologies, (B) Statewide Allocation Summary, (C) Substance Abuse Prevention and Treatment (SAPT) Block Grant Fund Exchange Information, (D) Funding Periods Chart, and (E) Individual County Summary.

DISCUSSION

- State General Fund (SGF)**

A total of \$92.5 million in SGF is available. Of this amount, \$63.2 million is designated for Drug Medi-Cal (DMC) services. The Department of Alcohol and Drug Programs (ADP) has budget authority to allocate a maximum of \$60.8 million for Regular DMC and \$2.4 million for Perinatal DMC services.

- SAPT Block Grant Reduction from Federal Fiscal Year (FFY) 2005**

The FFY 2005 (FY 2004-05) SAPT Block Grant Award was reduced by \$510,614 on a permanent basis. At that time, ADP had sufficient funds to absorb this reduction and continued to absorb this reduction from the FFY 2006 (FY 2005-06) SAPT Award. In FY 2006-07 ADP State Operations will be reduced by \$46,000. The remaining \$464,614 will be a reduction to county allocations.



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- **\$2.412 Reduction to SAPT Block Grant Award**

In FFY 2006 there was a permanent ongoing reduction of \$2.412 million to the SAPT Block Grant Award. For FFY 2007 (FY 2006-07) the SAPT Block Grant Award allocation will include this ongoing reduction. ADP State Operations will be reduced by \$212,000. The balance of \$2,200,000 will be passed to the counties as reductions in their individual allocations.

Currently the FY 2006-07 Governor's Budget does not reflect this one percent reduction because the federal government announced the reduction after the Governor's Budget was released. This statewide reduction is still pending legislative approval.

- **Prevention Set-Aside Redirection**

During FY 2006-07 there may be a continuation of the one-time \$500,000 reduction to FFY 2007 Prevention Set-Aside funds for Technical Assistance for Prevention Outcomes and Measurements (TA-POMS) contracts.

- **HIV Set-Aside**

The SAPT Block Grant requires that ADP expend a minimum and a maximum of five percent of the total SAPT award on Human Immunodeficiency Virus (HIV) early intervention services. This preliminary allocation includes a \$120,600 ongoing reduction in FFY 2007 HIV Set-Aside as a result of the FFY 2006 SAPT Block Grant reduction.

- **Pilot Exchange Program**

FY 2006-07 is the third year of a three-year pilot allocation policy for SAPT Block Grant funds. ADP will exchange SAPT categorical funds (HIV Set-Aside, Perinatal Set-Aside, and Adolescent and Youth Treatment) from very small Minimum Base Allocation (MBA) counties (populations less than 40,000) with equal amounts of SAPT Discretionary funds from the remaining counties (populations of 40,000 or greater). This pilot project is intended to provide very small MBA counties with the flexibility to best meet the needs of their clients.

- **Friday Night Live (FNL)**

A balance of \$6,000 for Friday Night Live (FNL) programs will be available for counties that currently do not receive FNL funds. Requests for these funds must be submitted with the V.1 Budget Amendments. These amendments are required within 60 days of the release of the FY 2006-07 Budget Act Allocation.

- **Club Live (CL)**

A balance of \$6,000 for Club Live (CL) programs will be available for counties that currently do not receive CL funds. Requests for these funds must be submitted with the V.1 Budget Amendments. These amendments are required within 60 days of the release of the FY 2006-07 Budget Act Allocation.

- **Social Marketing Campaign**

ADP is considering initiating a social marketing campaign on methamphetamine abuse. The FY 2006-07 Budget Act Allocation may include a subsequent reduction to the county allocations to fund the campaign.

REFERENCES

- Senate Bill 1129, Budget of 2006-07
- Assembly Bill 1800, Budget of 2006-07

BACKGROUND

Not applicable.

QUESTIONS / MAINTENANCE

Questions concerning the bulletin and any of the exhibits should be directed to:

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(916) 322-0497

Additional copies of this document and its exhibits may be requested through ADP's Resource Center by calling (800) 879-2772 and through ADP's Website at www.adp.ca.gov.

EXHIBITS

- [Exhibit A](#): Overview of Program, Funding, and Allocation Methodologies
- [Exhibit B](#): Statewide Allocation Summary
- [Exhibit C](#): SAPT Block Grant Fund Exchange Information ([worksheets](#))

- [Exhibit D](#): Funding Periods Chart
- Exhibit E: Individual County Summary (County Administrators Only)

DISTRIBUTION

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Director's Advisory Council
Strategic Local Government Services, LLC